

MINUTE ITEM

7. (MINERAL EXTRACTION LEASE, TIDE AND SUBMERGED LANDS, SAN FRANCISCO BAY, MARIN AND SAN FRANCISCO COUNTIES - W. O. 2665, P.R.C. 2036.1.)

Following presentation of Calendar Item 17 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE ACTING EXECUTIVE OFFICER IS AUTHORIZED TO ISSUE A MINERAL EXTRACTION LEASE TO THE MOE SAND COMPANY, THE HIGHEST QUALIFIED BIDDER, IN ACCORDANCE WITH THE PROVISIONS OF DIVISION 5 OF THE PUBLIC RESOURCES CODE, FOR THE 239-ACRE PARCEL OF TIDE AND SUBMERGED LANDS IN SAN FRANCISCO BAY, MARIN AND SAN FRANCISCO COUNTIES, AS DETAILED IN THE PUBLISHED NOTICE OF INTENTION UNDER W. O. 2665, SUBJECT TO THE PAYMENT OF A ROYALTY IN ACCORDANCE WITH THE FOLLOWING SCHEDULE:

FOR ALL SAND EXTRACTED

$$R = 0.03 + 0.10 (C - 0.30)$$

PER CUBIC YARD

A PERFORMANCE BOND IN THE PENAL SUM OF \$5,000 IS TO BE DEPOSITED BY THE LESSEE TO GUARANTEE THE FAITHFUL PERFORMANCE AND OBSERVANCE OF ALL LEASE CONDITIONS.

Attachment

Calendar Item 17 (1 page)

CALENDAR ITEM

MINERAL LEASE

17.

(PROPOSED MINERAL EXTRACTION LEASE, TIDE AND SUBMERGED LANDS, SAN FRANCISCO BAY, MARIN AND SAN FRANCISCO COUNTIES - W. O. 2665.)

On October 14, 1957 two bids were received in response to a published notice of intention of the State Lands Commission to enter into a lease for the extraction of sand from 239 acres of tide and submerged lands in San Francisco Bay in Marin and San Francisco Counties.

Publication of this offer was authorized by the Commission on July 15, 1957 (Minute Item 9, page 3299). Both bidders complied with the terms and conditions of the offer. Moe Sand Company, the highest qualified bidder, offered a royalty of three cents per cubic yard, plus an additional ten per cent of the sales price in excess of thirty cents per cubic yard. Construction Aggregates Corporation offered the minimum acceptable royalty of three cents per cubic yard.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE ACTING EXECUTIVE OFFICER TO ISSUE A MINERAL EXTRACTION LEASE TO THE MOE SAND COMPANY, THE HIGHEST QUALIFIED BIDDER, IN ACCORDANCE WITH THE PROVISIONS OF DIVISION 6 OF THE PUBLIC RESOURCES CODE, FOR THE 239-ACRE PARCEL OF TIDE AND SUBMERGED LANDS IN SAN FRANCISCO BAY, MARIN AND SAN FRANCISCO COUNTIES, AS DETAILED IN THE PUBLISHED NOTICE OF INTENTION UNDER W. O. 2665, SUBJECT TO THE PAYMENT OF A ROYALTY IN ACCORDANCE WITH THE FOLLOWING SCHEDULE:

FOR ALL SAND EXTRACTED

$$R = 0.03 + 0.10 (C - 0.30)$$

PER CUBIC YARD

A PERFORMANCE BOND IN THE PENAL SUM OF \$5,000 IS TO BE DEPOSITED BY THE LESSEE TO GUARANTEE THE FAITHFUL PERFORMANCE AND OBSERVANCE OF ALL LEASE CONDITIONS.